

Division of Financial Management

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	1,968,800	1,939,000	2,025,500	2,134,500	2,128,000
Dedicated	31,100	27,100	31,300	32,900	32,800
Total:	1,999,900	1,966,100	2,056,800	2,167,400	2,160,800
Percent Change:		(1.7%)	4.6%	5.4%	5.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,811,500	1,543,000	1,871,000	1,976,100	1,971,000
Operating Expenditures	188,400	321,900	185,800	191,300	189,800
Capital Outlay	0	101,200	0	0	0
Total:	1,999,900	1,966,100	2,056,800	2,167,400	2,160,800
Full-Time Positions (FTP)	24.00	24.00	24.00	24.00	24.00

Division Description

FINANCIAL MANAGEMENT

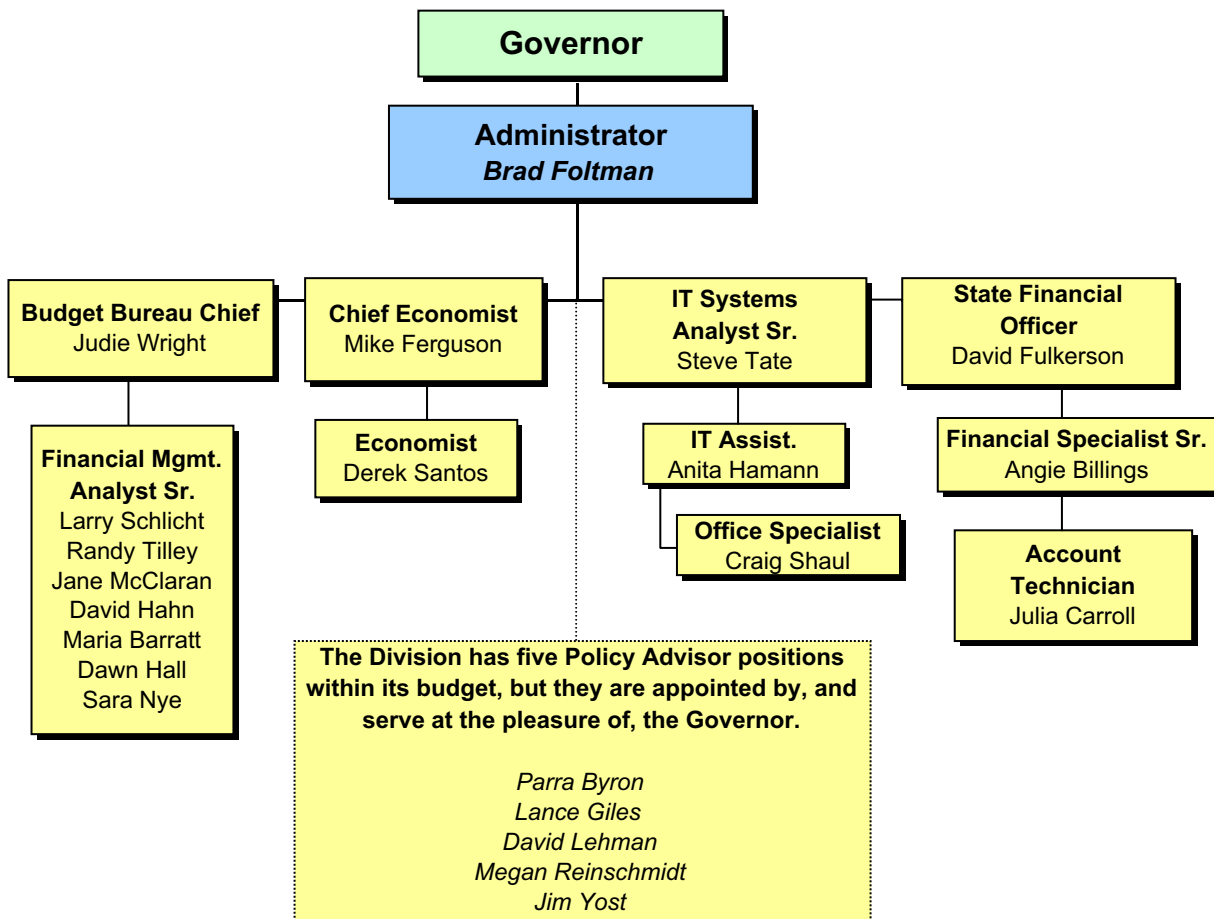
The mission of this program is to support the Governor's vision of short and long-term policies through effective resource allocation. Financial Management seeks to improve agency service delivery at the point of citizen impact by developing, monitoring, and publicizing performance outcomes, facilitating the development of the Executive Budget recommendation, and providing a proactive policy resource for the Governor to shape Idaho's future. Financial Management consists of four main administrative units: Budget, Policy, Economic and Management Services.

[Statutory Authority: Idaho Code §67-1910 - 1918]

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Agency Profile

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Sources of Funds

General Funds (0001): individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle state funds, court fees and fines, insurance premium tax, sale of alcoholic beverage licenses, unclaimed property, articles of incorporation and uniform commercial code filing fees, estate and transfer tax, and other miscellaneous sources from various agency receipts.

**FY 2005
Original**

\$2,025,500

Miscellaneous Revenue (0349): Interagency billings for accounting fees to Governor's Office and small agency accounting and budgeting services; and publication subscriptions.

\$31,300

\$2,056,800

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Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	24.00	2,025,500	2,056,800	24.00	2,025,500	2,056,800
HB 805 One-time 1% Salary Increase	0.00	16,000	16,200	0.00	16,000	16,200
Governor's Rescission	0.00	0	0	0.00	(4,000)	(4,000)
FY 2005 Total Appropriation	24.00	2,041,500	2,073,000	24.00	2,037,500	2,069,000
Removal of One-Time Expenditures	0.00	(16,000)	(16,200)	0.00	(12,800)	(13,000)
Base Adjustments	0.00	0	0	0.00	800	800
FY 2006 Base	24.00	2,025,500	2,056,800	24.00	2,025,500	2,056,800
Benefit Costs	0.00	22,200	22,500	0.00	17,200	17,400
Inflationary Adjustments	0.00	1,500	1,500	0.00	0	0
Nonstandard Adjustments	0.00	3,700	4,000	0.00	3,700	4,000
Change in Employee Compensation	0.00	16,500	16,700	0.00	16,500	16,700
27th Payroll	0.00	65,100	65,900	0.00	65,100	65,900
FY 2006 Total	24.00	2,134,500	2,167,400	24.00	2,128,000	2,160,800
Change from Original Appropriation	0.00	109,000	110,600	0.00	102,500	104,000
% Change from Original Appropriation		5.4%	5.4%		5.1%	5.1%

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	24.00	2,025,500	31,300	0	2,056,800
HB 805 One-time 1% Salary Increase					
Agency Request	0.00	16,000	200	0	16,200
Governor's Recommendation	0.00	16,000	200	0	16,200
Governor's Rescission					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.</i>					
Governor's Recommendation	0.00	(4,000)	0	0	(4,000)
FY 2005 Total Appropriation					
Agency Request	24.00	2,041,500	31,500	0	2,073,000
Governor's Recommendation	24.00	2,037,500	31,500	0	2,069,000
Removal of One-Time Expenditures					
Reflects removal of funding for one-time salary increase.					
Agency Request	0.00	(16,000)	(200)	0	(16,200)
Governor's Recommendation	0.00	(12,800)	(200)	0	(13,000)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>Restore risk management rescission to the base.</i>					
Governor's Recommendation	0.00	800	0	0	800
FY 2006 Base					
Agency Request	24.00	2,025,500	31,300	0	2,056,800
Governor's Recommendation	24.00	2,025,500	31,300	0	2,056,800
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	22,200	300	0	22,500
<i>The Governor does not recommend increases related to changes in the Public Employee Retirement System.</i>					
Governor's Recommendation	0.00	17,200	200	0	17,400
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures.					
Agency Request	0.00	1,500	0	0	1,500
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of State Controller services. Also included are changes in property and casualty insurance premiums by the Department of Administration.					
Agency Request	0.00	3,700	300	0	4,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>3,700</i>	<i>300</i>	<i>0</i>	<i>4,000</i>
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	16,500	200	0	16,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>16,500</i>	<i>200</i>	<i>0</i>	<i>16,700</i>
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	65,100	800	0	65,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>65,100</i>	<i>800</i>	<i>0</i>	<i>65,900</i>
FY 2006 Total					
Agency Request	24.00	2,134,500	32,900	0	2,167,400
<i>Governor's Recommendation</i>	<i>24.00</i>	<i>2,128,000</i>	<i>32,800</i>	<i>0</i>	<i>2,160,800</i>
Agency Request					
Change from Original App	0.00	109,000	1,600	0	110,600
% Change from Original App	0.0%	5.4%	5.1%		5.4%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>102,500</i>	<i>1,500</i>	<i>0</i>	<i>104,000</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>5.1%</i>	<i>4.8%</i>		<i>5.1%</i>